

Progress 63, Inc.
(A NOT FOR PROFIT ORGANIZATION)
FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2008

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 5/13/09

WILLIAM E. DELOACH
Certified Public Accountant

William E. DeLoach
Certified Public Accountant

5516 Superior Drive Suite B
Baton Rouge, Louisiana 70816-8022

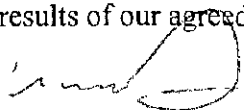
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To the Board of Directors
Progress 63, Inc.
Baton Rouge, Louisiana

I have reviewed the accompanying statement of financial position-cash basis of Progress 63, Inc. (a not for profit organization) as of June 30, 2008, and the related statement of revenues, expenses, change in net assets-cash basis, and supplementary schedule for the period then ended. My review was conducted in accordance with *Statements on Standards for Accounting and Review Services* issued by the American Institute of Certified Public Accountants and applicable standards of *Government Auditing Standards* issued by the Comptroller General of the United States of America.

A review consists principally of inquiries of organization personnel and analytical procedures applied to financial data. It is substantially less in scope than an audit in accordance with generally accepted auditing standards, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, I do not express such an opinion. Based on my review, I am not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with the cash basis of accounting.

In accordance with the *Louisiana Governmental Audit Guide* and the provisions of state law, I have issued a report, dated April 22, 2009 on the results of our agreed-upon procedures.


Certified Public Accountant

April 22, 2009

Member
American Institute of Certified Public Accountants
Society of Louisiana Certified Public Accountants

PROGRESS 63, INC.
(A NOT FOR PROFIT ORGANIZATION)
BATON ROUGE, LOUISIANA
June 30, 2008

STATEMENT OF FINANCIAL POSITION-CASH BASIS

ASSETS

CURRENT ASSETS

Cash and cash equivalents	\$ 114,058
Due from management	<u>144</u>
Total Current Assets	<u>114,202</u>

PROPERTY AND EQUIPMENT

Furniture, fixtures and equipment	<u>8,579</u>
Total Property and Equipment	<u>8,579</u>

Total Assets	<u><u>\$ 122,781</u></u>
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LIABILITIES AND NET ASSETS

CURRENT LIABILITIES

Accounts payable and accrued expenses	<u>3,010</u>
Total Current Liabilities	<u>3,010</u>

NET ASSETS - UNRESTRICTED	<u>119,771</u>
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Total Liabilities and Net Assets	<u><u>\$ 122,781</u></u>
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See accountant's review report and accompanying footnotes

PROGRESS 63, INC.
(A NOT FOR PROFIT ORGANIZATION)
BATON ROUGE, LOUISIANA
For the year ended June 30, 2008

STATEMENT OF REVENUES, EXPENSES, AND CHANGE IN NET ASSETS-CASH BASIS

SUPPORT AND REVENUE

Grants	\$ 300,000
Total Support and Revenue	<u>300,000</u>

EXPENSES

Program Services

Mini Grants - Schedule I	229,362
Total Program Expenses	<u>229,362</u>

Administrative Expenses

Salary	27,224
Payroll Taxes	878
Vehicle Expense	4,786
Insurance	5,690
Contract Services	4,758
Supplies	5,359
Donations	1,150
Elderly Activities	2,070
Accounting	1,610
Lease	590
Maintenance & Repair	500
Telephone	2,146
Internet	963
Fees	5
Total Administrative Expenses	<u>57,729</u>

Total Expenses	287,091
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Change in Net Assets	12,909
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Net Assets - beginning of year	<u>106,862</u>
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Net Assets - end of year	<u><u>\$ 119,771</u></u>
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See accountant's review report and accompanying footnotes.

PROGRESS 63, INC.
(A NOT FOR PROFIT ORGANIZATION)
BATON ROUGE, LOUISIANA
June 30, 2008

Schedule 1 - Mini-Grants

Mt. Pilgrim Baptist Church	\$ 5,000
Glen Oaks HS	1,200
NBR Center for Comm. Enr.	10,000
Team Express	1,500
Working to Achieve	15,000
NBR Learning Center	10,000
New Light Baptist	15,000
Vietnam Veterans	5,000
Alsen/St. Irma Lee	15,000
12U Bayou Flames	5,000
People to People	200
Port Hudson Elementary	1,000
KE Popleon Fou	15,000
Greater New Galilee	10,000
Ebenezer Baptist	2,250
Camphor United Methodist	15,000
Mt. Carmel	15,000
LLI	2,750
New Hope Outreach	15,000
Richardson Chapel	10,000
Vision Christian	5,000
Beech Grove Baptist	10,000
Scotlandville High School	10,000
JK Haynes	20,000
Leadership Fellowship	5,000
Omega Psi Phi	10,000
Audubon Nature	462
Total Mini-Grants	<u>\$ 229,362</u>

See accountant's review report and accompanying footnotes.

PROGRESS 63, INC
(A NOT FOR PROFIT ORGANIZATION)
BATON ROUGE, LOUISIANA

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2008

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. OPERATIONS

Progress 63, Inc. is a not for profit organization which provide mini grants to various community organizations whose purposes are in accordance with the mission of Progress 63, Inc. This includes educational support to school age children and projects specifically address the need of the elderly population.

B. REVENUE AND COST RECOGNITION-CASH BASIS OF ACCOUNTING

The financial statements are presented on the cash basis of accounting which is not in accordance with generally accepted accounting principles. Revenue is recognized when funds are received and expenses are recognized when funds are expended.

C. PROPERTY AND EQUIPMENT

Property and equipment are recorded at cost. Expenditures for maintenance, repairs and minor renewals are charged against earnings as incurred. Major expenditures for renewals and betterments \$500 and over are capitalized. When items are retired or otherwise disposed of, the cost of the asset and the related accumulated depreciation are removed from the books. Any resulting gain or loss is credited to or charged against income.

Depreciation is provided in amounts sufficient to relate the cost of depreciable assets to operations over their estimated service lives (5 to 7 years for furniture and equipment), using the straight-line method. Accumulated depreciation has not been reported as required by generally accepted accounting principles.

D. INCOME TAXES

The Organization is a nonprofit organization that is exempt from Federal income taxation under Section 501 (c) (3) of the Internal Revenue Code.

E. CASH AND CASH EQUIVALENTS

Cash and cash equivalents consist of items having maturities of three months or less from the date of acquisition.

F. CONCENTRATION RISK

Due to the nature and limits of the legislative process and the financial condition of the Louisiana state government, Progress 63, Inc.'s programs are subject to changing conditions which can affect the program's financial performance.

G. ESTIMATES

The presentation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

H. BASIS OF PRESENTATION

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its Statement of Financial Accounting Standards (SFAS) No. 117, "Financial Statements for Not-for-Profit Organizations." Under SFAS No. 117, the Organization is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

K. DONATED SERVICES

No amounts have been reflected in the financial statements for donated and volunteer services. These services neither require specialized skills nor would they have been typically purchased had they not been donated. The value of these services is not readily determinable.

L. ECONOMIC DEPENDENCY

The organization's operations is dependent upon receiving state and private grants that may not be renewed from year to year.

William E. DeLoach
Certified Public Accountant

5516 Superior Drive Suite B
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Independent Accountant's Report
On Applying Agreed-Upon Procedures

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To the Board of Directors
Progress 63, Inc.
Baton Rouge, Louisiana

I have performed the procedures included in the *Louisiana Government Audit Guide* and enumerated below, which were agreed to by the management of Progress 63, Inc. (a not for profit organization) and the Legislative Auditor, State of Louisiana, solely to assist the user in evaluating managements' assertions about Progress 63's compliance with certain laws and regulations during the period ended June 30, 2008 included in the accompanying *Louisiana Attestation Questionnaire*. This agreed-upon procedures engagement was performed in accordance with standards established by the American Institute of Certified Public Accountants and applicable standards of *Government Auditing Standards*. The sufficiency of these procedures is solely the responsibility of the specified users of the report. Consequently, I make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

State Awards

1. Determine the amount of state award expenditures for the fiscal year, by grant and grant year.
2. For each state award, I selected 6 disbursements made during the period.
3. For the items selected in procedure 2, I traced the disbursements to supporting documentation as to proper amount and payee.

I examined supporting documentation for the disbursements and found that payment was for the correct payee.

4. For the items selected in procedure 2, I determined if the disbursements were properly coded to the correct general ledger account.

All of the disbursements selected were properly coded to the correct general ledger account.

5. For the items selected in procedure 2, I determined whether the disbursements received approval.

Inspection of documentation supporting each of the disbursements indicated

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approvals from the Executive Director and Board President.

6. For the items selected in procedure 2, I determined whether the disbursements complied with the grant agreement, relating to activities allowed or un-allowed.

I reviewed the previously listed disbursements for types of services allowed or not allowed. I found that all were allowable under the grant agreement.

7. For the items selected in procedure 2, I compared the close out report to the entity's financial records to determine whether the amounts agreed.

I found the close out reports to agree to the entity's financial records.

Meetings

8. I examined evidence indicating that agendas for meetings recorded in the minute book were posted as an open meeting as required by LSA-RS 42:1 through 42:12 (the open meeting law).

Progress 63, Inc. is required to post a notice of each meeting and the accompanying agenda on the door of its office building. The organization did post meeting notices and agendas on the doors of its offices.

Comprehensive Budget

9. For all grants exceeding five thousand dollars, I determined that each state agency was provided with a comprehensive budget of those grants that included the purpose and duration, specific goals, and objectives and measures of performance.

Progress 63, Inc. provided comprehensive budgets to the State Treasurer for the program mentioned. These budgets specified the anticipated uses of the funds, estimates of the duration of the projects, and plans showing specific goals and objectives that included measures of performance.

Measures of Performance

10. I determined that specific goals and objectives and measures of performance in the consolidated budget were fulfilled.

Prior Comments and Recommendations

11. There were no prior year comments as wells as no recommendations made to management.

Progress 63, Inc.

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I was not engaged to and did not perform an examination, the objective of which would be the expression of an opinion on management's assertions. Accordingly, I do not express such an opinion. Had I performed additional procedures, other matters might have come to my attention that would have been reported to you.

This report is solely for the use of management of Progress 63, Inc., the Legislative Auditor (State of Louisiana), and the State Treasurers Office and should not be used by those who have not agreed to the procedures and taken responsibility for the sufficiency of the procedures for the purposes. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

A handwritten signature in black ink, consisting of a series of loops and a long horizontal stroke at the end.

Baton Rouge, Louisiana
April 22, 2009